



Economic Impact Analysis Virginia Department of Planning and Budget

8 VAC 20-500 – Regulations Governing Student Insurance Programs
Department of Education
September 5, 2007

Summary of the Proposed Amendments to Regulation

The Board of Education (Board) proposes to repeal these regulations.

Result of Analysis

The benefits likely exceed the costs for all proposed changes.

Estimated Economic Impact

These brief regulations specify that local school divisions may purchase “student accident insurance coverage for school-related injuries” and that “no school division is to receive credit for sums expended in providing insurance in the distribution of state aid funds.” As pointed out by the Department of Education, local school divisions are free to purchase student accident insurance whether or not this language exists in administrative code. School divisions do not receive credit for sums expended in providing insurance in the distribution of state aid funds, and are not expected to receive such credit with the elimination of these regulations. Thus the repeal of these regulations will have no impact beyond saving readers of regulations some time.

Businesses and Entities Affected

There are currently 132 school divisions in the Commonwealth. No school division or other entity is significantly affected by the repeal of these regulations.

Localities Particularly Affected

No localities are significantly affected.

Projected Impact on Employment

Repealing these regulations will not affect employment.

Effects on the Use and Value of Private Property

Repealing these regulations will not affect the use and value of private property.

Small Businesses: Costs and Other Effects

Repealing these regulations will not affect small businesses.

Small Businesses: Alternative Method that Minimizes Adverse Impact

Repealing these regulations will not affect small businesses.

Real Estate Development Costs

Repealing these regulations will not affect real estate development costs.

Legal Mandate

The Department of Planning and Budget (DPB) has analyzed the economic impact of this proposed regulation in accordance with Section 2.2-4007.H of the Administrative Process Act and Executive Order Number 36 (06). Section 2.2-4007.H requires that such economic impact analyses include, but need not be limited to, the projected number of businesses or other entities to whom the regulation would apply, the identity of any localities and types of businesses or other entities particularly affected, the projected number of persons and employment positions to be affected, the projected costs to affected businesses or entities to implement or comply with the regulation, and the impact on the use and value of private property. Further, if the proposed regulation has adverse effect on small businesses, Section 2.2-4007.H requires that such economic impact analyses include (i) an identification and estimate of the number of small businesses subject to the regulation; (ii) the projected reporting, recordkeeping, and other administrative costs required for small businesses to comply with the regulation, including the type of professional skills necessary for preparing required reports and other documents; (iii) a statement of the probable effect of the regulation on affected small businesses; and (iv) a description of any less intrusive or less costly alternative methods of achieving the purpose of the regulation. The analysis presented above represents DPB's best estimate of these economic impacts.